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- 1. Oil companies now operating in Tsingtao are as follows:
 - Standard Vacuum Oil Company (SVOC), now managed by a committee of its two chief Chinese employees, one of whom is a rabid Communist. G. Sevaldson, a Norwegian who previously managed SVOC, was ordered to Hong Kong around the middle of September 1949.
 - California Texas Oil Company (Caltex), now headed by a Chinese committee. The three americans on the Caltex staff left Tsingtao around the middle of September.
 - Shell Oil Company (Shell), which has a British manager and two other pritish subjects on the staff.
 - China Petroleum Copporation (CPC), which is responsible to the Communist Lilitary Control Commission (MCC), although it retains the same staff it had during the Nationalist regime.
- all Tsingtao companies except CrC sell only enough stocks to take care of their overhead and monthly operating costs. Firms are wary of selling for local currency, which is depreciating and cannot be used officially to buy foreign exchange. Shell recently sold additional stocks to obtain funds needed by the Shanghai office.
- between 1 and 14 October the following oil stocks, bought from companies in Hong Kong and handled by CPC, arrived in Tsingtao aboard vessels under Panamanian registry:

Hong Kong Company	Lotor Gasoline	Light Diesel Oil	Medium Diesel Oil	Lubricants
Caltex	300 tons			100 drums
SVOC	400 "	400 tons	200 tons	106 "
Shell		4	20 "	
TOTAL	700 tons	400 tons	220 tons	206 drums

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4. as of 14 October total oil stocks in Tsingtac were as follows:

Company	verosene	Lotor Gasoline	aviation Gasoline	Light Diesel Oil	Eedium Diesel Oil	Lubricants
CPC	500 tons	2,120 tons		1,200 tons	400 tons	1,206 drums
SVUC	160 "	110 "	400 tons		30 "	625 "
Caltex	35 "			300 "		1,500 "
Shell	200 "	<u>370 "</u>		29 "	36 "	1,300 "
TOTAL	895 tons	2,600 tons	400 tons	1,529 tons	466 tons	4,631 drums

- 5. SVOC's 400 tons of aviation gasoline were contracted but not paid for by Civil air Transport (GAT). Two thousand drums of aviation gasoline from Caltex (which had been bought and paid for by China Mational aviation Corporation -- CMAC) and 600 drums from Shell (bought and paid for by Central air Transport Corporation -- CATC) have been confiscated as enemy property by the LCC, loaded into 53-gallon drums by SVOC (which was paid fueling charges) and shipped north*.
- 6. There was very little importation of oil into Tsingto before 1 October. Only one shipment of 1,000 drums of "diesel oil" is known to source, and it was taken over by CPC in Tsingtoo after its arrival from Hong mong on a british vessel.
- 7. The DITH LOLLER (of British registry), which took cotton yarn from Tsingtao, is reported to have brought to Tsingtao 400 tons of diesel oil from Hong Kong. 25X1A
 - * See for previous information on Communist purchase of aviation gasoline, Tsingtao.

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